

DAILY MARKETS OVERVIEW

13 DECEMBER 2018

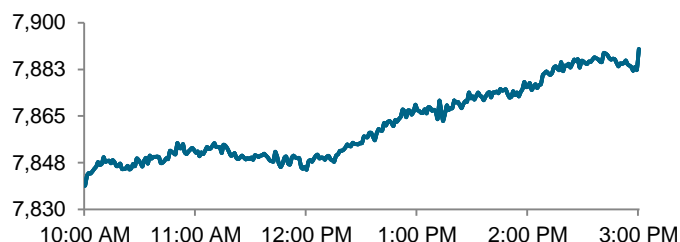
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,890	0.7	0.5	9.2	16.9
Saudi (NOMU)	2,443	1.6	1.1	-22.2	8.0
Energy	4,954	0.4	-1.4	15.7	18.7
Materials	5,494	0.7	0.1	8.7	16.9
Capital Goods	4,027	0.4	0.0	-7.2	22.9
Com. & Prof. Svc	4,457	0.3	0.7	6.0	18.9
Transportation	3,604	0.3	1.6	-10.2	21.2
Cons. Durables & Apparel	3,711	0.0	0.6	-10.4	NA
Consumer Services	3,064	0.1	0.5	-16.9	NA
Media	11,219	0.6	-0.8	45.0	NA
Retailing	6,937	0.8	0.0	23.1	32.2
Food & Staples Retailing	6,066	-0.5	0.5	8.1	24.5
Food & Beverages	3,937	0.4	-0.8	-19.6	NA
Health Care Equipment	3,757	1.5	1.5	-15.4	19.4
Pharma, Biotech & Life Science	3,879	0.7	0.3	-2.3	26.9
Banks	7,102	0.7	0.8	29.1	12.6
Diversified Financials	3,436	0.7	2.5	-14.7	NA
Insurance	4,269	1.0	2.4	-9.6	NA
Telecommunication	5,140	0.5	0.7	20.9	16.5
Utilities	3,478	0.8	1.4	-23.7	NA
REITs	3,611	-0.3	-0.5	-22.1	NA
Real Estate	3,284	0.4	0.7	-30.1	23.8

Source: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Allianz Saudi Fransi Cooperative Insurance Co.	29.25	10.0%	31.4
Abdullah A. M. Al-Khodari Sons Co.	7.13	7.5%	54.6
CHUBB Arabia Cooperative Insurance Co.	19.60	4.7%	11.0
MetLife AIG ANB Cooperative Insurance Co.	21.60	4.2%	11.8
Mouwasat Medical Services Co.	80.50	3.2%	6.6

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
National Agricultural Marketing Co.	16-Dec-18
Saudi Chemical Co.	17-Dec-18
Saudi Airlines Catering Co.	17-Dec-18
Saudi Company for Hardware	17-Dec-18
Saudi Electricity Co.	18-Dec-18
Saudia Dairy and Foodstuff Co.	18-Dec-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 13, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.7% higher at 7,890, while NOMU ended 1.6% higher at 2,443 on Wednesday. TASI traded value totaled SAR 2.3bn and averaged SAR 3.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 29% of the daily traded value.
- Both Banks and Materials closed 0.7% higher. Telecom ended 0.5% higher. Health Care Equipment (up 1.5%) was the best performer. Among stocks, Allianz Saudi Fransi Cooperative Insurance Co. (8040/ALLIANZ AB), Abdullah A. M. Al-Khodari Sons Co. (1330/ALKHODAR AB), and CHUBB Arabia Cooperative Insurance Co. (8240/CHUBB AB) led the gainers.
- OPEC stated that KSA ramped up crude oil production by 377,000 barrels per day (bpd) to average 11.02mn barrels per day (mbd) in November. (Source: Argaam)
- The Undersecretary for Electricity at the Ministry of Energy revealed the photovoltaic (PV) solar cell project in KSA is currently under review. The launch date will be unveiled soon. From Sep-17, SEC has been receiving online applications for the service. (Source: Argaam)
- The General Authority for Statistics (GASTAT) revealed that prices of construction materials in KSA rose in the first nine months of 2018, led by cable prices that rose 18% Y/Y. (Source: Argaam)
- The Saudi National Water Company (NWC) stated it is currently setting up wastewater projects worth SAR 72mn (USD 19.2mn) in Jeddah, with 90% of the project being completed. (Source: Zawya)
- Malaysian Industrial Development Finance is exploring a combination with the local unit of Al Rajhi Bank (1120/RJHI AB). The deal could create an entity with combined net assets of about USD 600mn (SAR 2.2bn). (Source: Arabian Business)
- Saudi Steel Pipe Co. (1320/SSP AB) secured two contracts worth over SAR 75mn (USD 20mn) to supply steel pipes to Saudi Aramco. Production would start in 1H19, and the company expects the deal's financial impact to be reflected in 1H19 results. (Source: Zawya)
- Sahara Petrochemical Co. (2260/SPC AB) on 11 December resumed operations at its subsidiary, Al Waha Petrochemical Co., after completing the necessary maintenance. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Eastern Province Cement Co.	21.80	-2.9%	10.9
SWICORP WABEL REIT FUND	8.45	-1.7%	3.4
Al-Baha Investment & Development Co.	21.56	-1.7%	12.5
Saudi Arabia Refineries Co.	42.20	-1.5%	35.7
MEFIC REIT Fund	8.70	-1.4%	2.9

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	119.20	0.7%	194
Al Rajhi Bank	87.00	0.2%	127
Alinma Bank	22.24	0.0%	124
Jadwa REIT Saudi Fund	8.82	0.2%	120
Mobile Telecommunications Co. Saudi Arabia	7.27	3.1%	105

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,573	1.5	-0.3	-23.6	8.6
Abu Dhabi (ADX)	4,838	0.4	-0.8	10.0	13.1
Kuwait (KSE)	5,165	-0.5	-0.3	0.7	18.5
Qatar (QE)	10,434	-0.5	-1.6	22.4	15.5
Oman (MSM)	4,482	-0.3	-1.5	-12.1	10.6
Bahrain (BSE)	1,320	0.2	0.0	-0.9	8.9
DJMENA Index	560	0.5	0.0	6.3	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,651	0.5	0.7	-0.8	18.0
US (NASDAQ 100)	7,098	0.9	1.9	2.8	20.5
UK (FTSE 100)	6,880	1.1	1.5	-10.5	15.4
Germany (DAX)	10,929	1.4	1.3	-15.4	11.8
France (CAC 40)	4,909	2.1	2.0	-7.6	14.8
Russia (MICEX)	2,370	-1.0	-2.5	12.4	5.5
Japan (Nikkei)	21,603	2.2	-0.4	-5.1	14.6
Hong Kong (HSI)	26,187	1.6	0.5	-12.5	9.8
South Korea (KOSPI)	2,083	1.4	0.3	-15.6	9.8
China (SHCOMP)	2,602	0.3	-0.1	-21.3	12.1
India (NIFTY)	10,738	1.8	0.4	2.0	21.6
Brazil (IBOV)	86,977	0.6	-1.3	13.8	19.4
Turkey (BIST 100)	90,051	-1.9	-3.9	-21.9	6.7
Egypt (EGX30)	12,857	1.5	3.8	-14.4	11.6
MSCI Emerging Markets	979	1.5	-0.3	-15.5	NA
MSCI World	1,976	1.1	0.5	-6.1	16.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	60.2	-0.1	-2.5	-10.0	-5.0
Natural Gas (\$/mmbtu)	4.1	-6.1	-7.9	47.3	37.4
Gold (\$/oz)	1,246	0.2	-0.3	-4.6	0.1
Silver (\$/oz)	14.7	1.2	0.8	-13.6	-6.3
Platinum (\$/oz)	804	2.3	1.3	-13.7	-8.7
Copper (\$/t)	6,145	-0.4	-0.1	-14.7	-7.3
Zinc (\$/t)	2,646	-0.8	-1.3	-20.7	-16.1
Lead (\$/mt)	1,965	-0.2	0.1	-21.2	-22.0
Wheat (\$/bu)	527	1.1	-0.9	13.0	9.2
Corn (\$/bu)	385	0.1	-0.1	0.3	-1.3
Sugar (\$/lb)	12.7	-0.7	-1.0	-16.2	-12.4

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.78	0.00	1.08	0.00
Saudi Arabia	2.88	0.00	0.99	0.10
UAE	2.92	0.01	1.12	0.14
Kuwait	2.13	0.00	0.25	-0.65
Qatar	2.84	0.01	0.19	0.06
Bahrain	3.80	0.00	1.08	1.02

Source: Reuters

NOTES: (1) Prices updated as of December 13, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Wednesday. S&P 500 and NASDAQ gained 0.5% and 0.9%, respectively. Dow Jones Industrial closed 0.6% higher. In Europe, UK gained 1.1%, while Germany and France closed 1.4% and 2.1% higher, respectively.
- Asian markets are trading in the green on Thursday. China is up 1.6%. Japan and South Korea are trading 1.1% and 0.7% higher, respectively. Hong Kong and India are up 1.3% and 0.6%, respectively.
- GCC markets ended mixed on Wednesday. Dubai and Abu Dhabi gained 1.5% and 0.4%, respectively. Both Kuwait and Qatar declined 0.5%. Oman closed 0.3% lower, while Bahrain ended 0.2% higher.
- According to the US EIA Petroleum status report, crude oil inventories were down by 1.2mn barrels (prior -7.3mn barrels) for the week ended December 7. (Source: Econoday)
- Change in US' CPI for November 2018 stood at 0.0% M/M, 2.2% Y/Y (prior: 0.3% M/M, 2.5% Y/Y; consensus: 0.0% M/M, 2.2% Y/Y). (Source: Econoday)
- Moody's stated that crude oil prices are likely to settle into the USD 50–70 range through 2020 but volatility would continue. (Source: Argaam)
- The seasonally adjusted Emirates NBD Dubai Economy Tracker Index stood at 55.3 in November, up from October's 31-month low of 52.5. The Dubai's non-oil private sector showed a stronger improvement in November, with data reflecting faster expansions in business activity and new work and a stable trend in employment. (Source: Trade Arabia)
- Oman's Central Bank raised OMR 53.5mn (USD 139mn) by allotting Treasury bills with a maturity period of 28 days, from December 12, 2018 until January 9, 2019. (Source: GulfBase)
- Dubai Aerospace Enterprise (DAE) announced it has signed a new four-year unsecured revolving credit facility of USD 535mn (AED 1.9bn) with a group of eight regional banks. (Source: Trade Arabia)
- India's Directorate General of Civil Aviation (DGCA) revealed that air passenger traffic between India and the GCC region remained almost static in 3Q18 despite the addition of several new flights by Indian carriers. (Source: Arabian Business)
- The UAE's Emirates Global Aluminium announced the completion of the commissioning of the first major section of its under-construction alumina refinery at Al Taweelah in Abu Dhabi. (Source: Trade Arabia)
- Dubai's Nakheel and Spain's RIU Hotels & Resorts' AED 670mn (USD 182mn) 800-room beachfront resort and water park is taking shape at Deira Islands, with all accommodation floors almost complete and roofing work under way. (Source: Arabian Business)
- Dubai's Engineering Contracting Company (ECC) stated more than 40% work completed in the construction of Rawda and UNA, two residential communities of UAE developer Nshama in Town Square Dubai. (Source: Trade Arabia)

Coming Up

- US jobless claims for the week ended December 8 (prior: 231K; consensus: 228K) will be announced today. (Source: Econoday)
- Change in China's Industrial Production for November 2018 (prior: 0.48% M/M, 5.9% Y/Y; consensus: 5.9% Y/Y) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 14 (prior: -1.2mn barrels) will be announced on December 19. (Source: Econoday)



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